

**CORPORATION OF THE TOWN OF AYLMER**  
**CONSOLIDATED FINANCIAL REPORT**  
**FOR THE YEAR ENDED DECEMBER 31, 2016**

**CORPORATION OF THE TOWN OF AYLMER  
CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED FOR THE YEAR ENDED DECEMBER 31, 2016**

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**INDEPENDENT AUDITOR'S REPORT**

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**To the Members of Council, Inhabitants and Ratepayers of the Corporation of the Town of Aylmer**

I have audited the accompanying consolidated financial statements of the Corporation of the Town of Aylmer, which comprise the Consolidated Statement of Financial Position as at December 31, 2016 and the Consolidated Statements of Operations and Accumulated Surplus, Cash Flows and Change in Net Financial Assets for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

My responsibility is to express an opinion on these consolidated financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

**Opinion**

In my opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Corporation of the Town of Aylmer as at December 31, 2016 and its financial performance and its changes in cash flows and net financial assets for the year then ended in accordance with Canadian public sector accounting standards.

**August 14, 2017**  
**London, Canada**

*Scrimgeour & Company*  
**LICENSED PUBLIC ACCOUNTANT**

**CORPORATION OF THE TOWN OF AYLMER  
CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT DECEMBER 31, 2016**

	2016	2015
<b>FINANCIAL ASSETS</b>		
Cash and short-term investments (note 1j)	\$ 8,574,469	\$ 7,893,373
Taxes receivable	597,386	856,592
Accounts receivable	934,430	668,522
Loan receivable (note 3)	2,263,500	2,263,500
Investment in EARTH Corporation (note 5)	2,731,525	2,505,290
	<b>15,101,310</b>	<b>14,187,277</b>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities	1,633,550	1,109,060
Other current liabilities	303,096	178,247
Deferred revenue (note 8)	772,846	1,493,996
Employee post-retirement benefit liabilities (note 7)	1,058,700	971,500
Net long-term liabilities (note 9)	1,745,477	1,868,952
	<b>5,513,669</b>	<b>5,621,755</b>
<b>NET FINANCIAL ASSETS</b>	<b>9,587,641</b>	<b>8,565,522</b>
<b>NON FINANCIAL ASSETS</b>		
Tangible capital assets (note 1c) (Schedule 1)	57,300,074	53,431,291
Work in progress	1,285,004	2,889,475
Prepaid expenditures	62,061	63,643
	<b>58,647,139</b>	<b>56,384,409</b>
<b>ACCUMULATED SURPLUS (note 10)</b>	<b>\$68,234,780</b>	<b>\$64,949,931</b>

The accompanying notes are an integral part of these financial statements.

**CORPORATION OF THE TOWN OF AYLMER  
CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS  
FOR THE YEAR ENDED DECEMBER 31, 2016**

	Budget 2016	Actual 2016	Actual 2015
<b>REVENUE</b>			
Property taxation	\$ 5,063,432	\$ 5,158,820	\$ 5,175,197
User charges	3,580,421	3,789,019	3,313,501
Government grants	2,351,293	2,023,636	2,153,759
Investment income	220,800	249,407	250,362
Penalty and interest on taxes	80,000	92,489	144,371
Other revenue	2,500	-	66
	<b>11,298,446</b>	<b>11,313,371</b>	<b>11,037,256</b>
<b>EXPENDITURES</b>			
General government	1,114,065	1,113,347	1,066,722
Protection to persons and property	3,209,533	3,273,995	3,178,814
Transportation services	854,911	1,449,802	1,193,858
Environmental services	2,865,555	3,716,961	3,292,668
Health services	18,550	16,000	13,076
Recreation and cultural development	1,810,812	1,363,906	1,359,912
Planning and development	129,700	164,709	151,868
	<b>10,003,126</b>	<b>11,098,720</b>	<b>10,256,918</b>
Net operating revenue over expenditures	<b>1,295,320</b>	<b>214,651</b>	<b>780,338</b>
<b>OTHER REVENUE (EXPENDITURES)</b>			
Government transfers related to capital	184,868	2,688,638	716,384
Developer and other contributions related to capital	377,548	315,654	792,872
Investment increase (decrease) in EARTH Corporation (note 5)	-	226,235	(430,889)
Gain (loss) on disposal of tangible capital assets	60,000	(73,129)	(12,855)
Net (increase) decrease in post-retirement benefits	-	(87,200)	(82,801)
	<b>622,416</b>	<b>3,070,198</b>	<b>982,711</b>
Net revenue over expenditures for the year	<b>1,917,736</b>	<b>3,284,849</b>	<b>1,763,049</b>
<b>ACCUMULATED SURPLUS, BEGINNING OF YEAR</b>	<b>64,949,931</b>	<b>64,949,931</b>	<b>63,186,882</b>
<b>ACCUMULATED SURPLUS, END OF YEAR</b>	<b>\$66,867,667</b>	<b>\$68,234,780</b>	<b>\$64,949,931</b>

The accompanying notes are an integral part of these financial statements.

**CORPORATION OF THE TOWN OF AYLMEER  
CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2016**

	2016	2015
<b>OPERATING</b>		
Net revenue over expenditures, for the year (page 3)	\$ 3,284,849	\$ 1,763,049
Non-cash changes to operations		
Amortization of tangible capital assets	1,458,077	1,400,561
Changes to non-cash operating balances (A)	8,687	(163,853)
Net change from operating activities	4,751,613	2,999,757
<b>CAPITAL</b>		
Acquisition of tangible capital assets	(5,832,643)	(1,539,765)
Decrease (increase) in work in progress	1,604,471	(1,667,121)
Loss (gain) on disposal of tangible capital assets	505,783	18,745
Decrease (increase) in prepaid expenditures	1,582	(2,331)
Net change from capital activities	(3,720,807)	(3,190,472)
<b>INVESTING</b>		
Net change in investment in Erie Thames Power Corporation	(226,235)	430,889
<b>FINANCING</b>		
Advances (repayments) of long-term liabilities	(123,475)	(129,829)
Net change in cash and cash equivalents for the year	681,096	110,345
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<b>7,893,373</b>	<b>7,783,028</b>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<b>\$ 8,574,469</b>	<b>\$ 7,893,373</b>

(A) Net change in non-cash operating balances includes loan, taxes and other accounts receivable, accounts payable and accrued liabilities, other accrued liabilities, deferred revenue and employee post-retirement benefit liabilities.

The accompanying notes are an integral part of these financial statements.

**CORPORATION OF THE TOWN OF AYLMER  
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS  
FOR THE YEAR ENDED DECEMBER 31, 2016**

	2016	2015
Net revenue over expenditures (page 3)	\$ 3,284,849	\$ 1,763,049
Amortization of tangible capital assets	1,458,077	1,400,561
Acquisition of tangible capital assets	(5,832,643)	(1,539,765)
Loss on disposal of tangible capital assets	505,783	18,745
Decrease (increase) in work in progress	1,604,471	(1,667,121)
Decrease (increase) in prepaid expenditures	1,582	(2,331)
Increase (decrease) in net financial assets	1,022,119	(26,862)
<b>NET FINANCIAL ASSETS, BEGINNING OF YEAR</b>	<b>8,565,522</b>	<b>8,592,384</b>
<b>NET FINANCIAL ASSETS, END OF YEAR</b>	<b>\$ 9,587,641</b>	<b>\$ 8,565,522</b>

The accompanying notes are an integral part of these financial statements.

**CORPORATION OF THE TOWN OF AYLMER  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2016**

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The Corporation of the Town of Aylmer (the Town) is a municipality in the Province of Ontario, Canada. It conducts its operations guided by the provisions of provincial statutes such as the Municipal Act, Municipal Affairs Act and related legislation.

**1. Significant accounting policies**

The consolidated financial statements of the Corporation of the Town of Aylmer are prepared by management in accordance with Canadian public sector accounting standards for local governments as recommended by the Public Sector Accounting Board (PSAB) of the CPA Canada.

The focus of PSAB financial statements is on the financial position of the Town and changes thereto. The Consolidated Statement of Financial Position reports financial assets and liabilities. Financial assets are available to provide resources to discharge existing liabilities or finance future operations. Net financial assets represent the financial position of the Town and is the difference between financial assets and liabilities. This information explains the Town's overall future revenue requirements and its ability to finance activities and meet its obligations.

Significant aspects of the accounting policies adopted by the Town are as follows:

**a. Reporting entity**

These consolidated financial statements reflect the tangible capital assets, liabilities, revenue, expenditures and accumulated surplus of the reporting entity. The reporting entity includes the activities of all local boards, joint local boards, municipal enterprises and committees of Council including the following:

Aylmer Business Improvement Area  
Aylmer Police Services  
East Elgin Community Complex (Town's portion only - 50%)  
ERTH Corporation (ERTH) (modified equity method) (note 5)  
Aylmer Area Secondary Water System (note 11)

All interfund assets and liabilities, and revenue and expenditures have been eliminated.

The following are local boards, joint local boards, municipal enterprises and utilities which are not consolidated:

Elgin Area Primary Water Board (note 11 a.)

**CORPORATION OF THE TOWN OF AYLMER  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2016**

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**1. Significant accounting policies continued**

**b. Accrual accounting**

The accrual basis of accounting recognizes revenue as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

**c. Tangible capital assets**

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The costs, less residual value, of the tangible capital assets are amortized on a straight-line basis over their estimated useful lives as follows:

Buildings	30-50 years
Land improvements	15-80 years
Fleet	4-25 years
Equipment	7-45 years
Infrastructure - water	60-100 years
Infrastructure - sewer	60-100 years
Infrastructure - transportation	40-60 years
Infrastructure - storm sewers	80 years
Bridges and other structures	50-80 years

Amortization is charged for a half year in the year of acquisition and in the year of disposal.

The Town has a capitalization threshold of \$10,000 so that individual assets of lesser value are expensed unless they are pooled because collectively they have a significant value. Tangible capital assets are recorded based on the reporting entity as described in note 1a.

**d. Leases**

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expense as incurred.

**e. Government transfers**

Government grants and transfers are recognized in the consolidated financial statements as revenue in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be made.

**CORPORATION OF THE TOWN OF AYLMER  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2016**

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**1. Significant accounting policies continued**

**f. Deferred revenue**

Grants, contributions and other amounts are received from third parties pursuant to legislation, regulation or agreement and may only be used in the conduct of certain programs, in the completion of specific work, or for the purchase of tangible capital assets. In addition, certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenditures are incurred, services performed, or the tangible capital assets are acquired.

**g. Use of estimates**

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the period. Actual results could differ from these estimates.

**h. Employee benefit plans**

The costs of retirement benefits are actuarially determined using the projected benefit method prorated on services and management's best estimate of retirement ages of employees and salary escalation.

**i. Financial instruments**

Financial instruments of the Town consist mainly of cash, accounts and taxes receivable. The carrying values of these financial assets approximate their fair values unless otherwise disclosed.

**j. Short-term investments**

Portfolio investments are recorded at cost, unless there has been a decline in the market value which is other than temporary in nature, in which case the investments are written down to market value. At December 31, 2016, the market value approximates cost.

**2. Tax revenue**

Property tax billings are prepared by the Town based on an assessment roll prepared by the Municipal Property Assessment Corporation. All assessed property values in the Town were reviewed and new values established based on a common valuation date which was used by the Town in computing the 2016 property tax bills. Property tax revenue and tax receivables are subject to appeals which may not have been heard yet. Any supplementary billing adjustments made necessary by the determination of such appeals will be recognized in the fiscal year they are determined and the effect shared with the County of Elgin and the appropriate school boards.

**CORPORATION OF THE TOWN OF AYLNER  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2016**

**3. Loan receivable**

The Town entered into a loan arrangement for \$2,263,500 with ERTH on September 1, 2000 as a result of the restructuring of the former Aylmer Public Utilities Commission under Bill 35. The loan is receivable from ERTH with no specific terms of repayment, bearing interest at a rate of 7.25% commencing January 1, 2003. In 2016, \$164,104 (2015 - \$164,104) interest was received on this loan. The loan is convertible to Class B shares of ERTH.

**4. Operations of School Boards and the County of Elgin**

Further to note 2, the Town's share of taxation revenue of the School Boards and County of Elgin are comprised of the following:

	<b>School Boards</b>	<b>County</b>
Taxation and user charges	\$ 1,772,433	\$ 3,779,002
Requisitions	\$ 1,772,433	\$ 3,779,002

**5. Investment in ERTH Corporation**

As at December 31, 2016, the Town owns 19.38% valued at \$2,731,525 (2015 - 19.38% \$2,505,290) of ERTH. As a government business enterprise of the Town it is accounted for on a Modified Equity basis in these consolidated financial statements. ERTH is the electricity distribution utility for the Town's residents. ERTH was required to adopt International Financial Reporting Standards for the year ending December 31, 2015. The following table provides condensed supplementary financial information for ERTH for the year ended December 31, 2016 from their audited financial statements:

	<b>2016</b>	<b>2015</b>
Financial Position		
Total net assets	<b>\$14,091,486</b>	\$12,924,375
Results of Operations		
Total revenue	<b>\$91,166,667</b>	\$83,471,034
Total operating and other expenditures	<b>89,999,556</b>	83,216,214
Total net income	<b>\$ 1,167,111</b>	\$ 254,820

ERTH declared a dividend of \$NIL in 2016 (2015 - \$NIL) of which the Town's share was \$NIL (2015 - \$NIL (19.38%)).

**CORPORATION OF THE TOWN OF AYLMER  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2016**

**6. Pension agreements**

The Town makes contributions to the Ontario Municipal Employees Retirement Fund (OMERS), which is a multi-employer plan, on behalf of members of its staff. The plan is a defined benefit plan which specifies the amount of the retirement benefit to be received by the employees based on the length of service and rates of pay. The amount contributed to OMERS for the Town and Police Services Board employees for 2016 was \$320,853 (2015 - \$339,028) for current service and is included as an expenditure on the Consolidated Statement of Operations. The Town has no obligation, as at December 31, 2016, under the past service provisions. The OMERS funding ratio for 2016 is 93.4% (2015 - 91.5%), with the goal of being fully funded by 2025.

**7. Employee post-retirement benefit liability**

Employee post-retirement benefits represents the Town's share of the cost to provide employees with extended benefits on retirement. This liability will require funding in future periods. The accrued benefit obligation and the net periodic benefit cost were determined by an actuarial valuation updated as at December 31, 2015 in accordance with the financial reporting guideline of PSAB 3250 established by the Public Sector Accounting Board of CPA Canada.

	2016	2015
Post-employment benefits - Town	\$ 181,800	\$ 160,100
- Police Services	876,900	811,400
<b>Total post-retirement benefit liability</b>	<b>\$ 1,058,700</b>	<b>\$ 971,500</b>

Significant assumptions are as follows:

General inflation	3.00%
Discount rate	3.00%
Rate of compensation increase	3.00%
Dental cost increase	4.50%
Healthcare, life insurance and travel cost increase	3.47% - 5.97%

**CORPORATION OF THE TOWN OF AYLMER  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2016**

**8. Deferred revenue - obligatory reserve funds**

A requirement of the public sector accounting standards is that obligatory reserve funds be reported as deferred revenue. This requirement is in place as provincial legislation restricts how these funds may be used and under certain circumstances these funds may possibly be refunded. The balances in the obligatory reserve funds of the Town are summarized as follows:

	2016	2015
Deferred government funding	\$ -	\$ 736,147
Building code	1,419	1,406
Gas tax	268,927	206,388
Development charges	502,500	550,055
	<b>\$ 772,846</b>	<b>\$ 1,493,996</b>

**9. Net long-term liabilities**

	2016	2015
a. The balance of long-term liabilities reported on the Consolidated Statement of Financial Position is made up of the following: Total long-term liabilities incurred by the municipality outstanding at the end of the year amount to	<b>\$ 1,745,477</b>	<b>\$ 1,868,952</b>

b. Of the net long-term liabilities reported in a. of this note, \$769,021 in principal payments are payable from 2017 to 2021 and \$738,013 from 2022 to 2026 and \$238,443 thereafter and are recoverable from general tax revenue.

c. Approval of the Ontario Municipal Board has been obtained for those pending issues of long-term liabilities and commitments to be financed by revenue beyond the term of Council and approved on or before December 31, 1992. Those approved after January 1, 1993 have been approved by by-law. The principal and interest payments required to service these pending issues and commitments are within the debt repayment limit prescribed by the Ministry of Municipal Affairs.

d. Interest paid during the year, on net long-term liabilities, was \$75,146 (2015 - \$80,685)

**CORPORATION OF THE TOWN OF AYLMEER  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2016**

**10. Accumulated surplus**

The accumulated surplus, at the end of the year, is comprised of the following:

	2016	2015
<b>Operations - surplus</b>		
Town	\$ 116,353	\$ 393,599
Business Improvement Area	40,897	47,632
	<b>157,250</b>	441,231
<b>Future employee post-retirement benefits</b>	<b>(1,058,700)</b>	(971,500)
<b>Investment in tangible capital assets</b>	<b>56,874,802</b>	54,428,376
<b>ERTH Corporation net investment</b>	<b>4,995,025</b>	4,768,790
<b>Reserves set aside for specific purpose for working capital</b>	<b>303,000</b>	303,000
<b>Reserve funds set aside for specific purpose</b>		
- acquisition of capital assets	2,645,009	3,363,927
- replacement of sanitary and storm sewers	798,208	(170,548)
- replacement of water systems	1,372,911	881,803
- replacement of sidewalks	30,045	29,762
- industrial development	342,603	339,373
- municipal building	597,499	424,903
- parks development	73,456	67,936
- police services	13,258	54,000
- arena development	162,507	132,223
- tax rate stabilization	766,280	691,103
- contingencies	161,627	165,552
	<b>6,963,403</b>	5,980,034
<b>ACCUMULATED SURPLUS</b>	<b>\$68,234,780</b>	\$64,949,931

**CORPORATION OF THE TOWN OF AYLMER  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2016**

**11. Contractual obligations**

**a. Elgin Area Primary Water Supply System**

In accordance with a transfer order from the Ministry of the Environment, the Elgin Area Primary Water Supply System is operated by an outside party. The Town is obligated to meet its share of the operating costs and deficits, and repay its share of the long-term liabilities related to these projects. The Town's share (8.34%) is based on its water consumption relative to that of other participating municipalities and the costs associated with this consumption are reflected in the Consolidated Statement of Operations.

The charges relating to operating costs and debt servicing are recovered through the water rates levied by the Town.

Information received from the City of London as at December 31, 2016 indicates the Town's share is as follows:

	<b>Accumulated Surplus</b>
Primary Water Supply System	<b>\$ 4,811,859</b>

The accumulated surplus indicated above is not reflected in the accompanying Consolidated Financial Statements as the Town does not have controlling interest in the System.

**b. Aylmer Area Secondary Water System**

In accordance with a transfer order with the Ministry of the Environment, the Aylmer Area Secondary Water System is operated by an outside party. The Town is obligated to meet its share of the operating costs and deficits related to these projects. The Town's share - 96.9% (2015 - 96.75%) is based on its water consumption relative to that of other participating municipalities.

The charges relating to operating costs are recovered through the water rates levied by the Town. The cost of the water purchases are reflected in these Consolidated Financial Statements.

The Town's share of the tangible capital assets and related amortization are included on Schedule 1 and the accumulated surplus.

**12. Public sector salary disclosure**

There were thirteen employees of the Police Services Board, of the Town, paid a salary, as defined in the Public Sector Disclosure Act, 1996 of \$100,000 or more.

**CORPORATION OF THE TOWN OF AYLMER  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2016**

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**13. Contaminated sites**

The Public Sector Accounting Board of CPA Canada released a new standard, 3510, related to contaminated sites. This standard requires municipalities to evaluate sites owned by the municipality and the associated costs, if any, to remediate such sites, as well as the financial statement presentation and criteria to recognize these costs. The Town has reviewed their land inventory and does not expect the future economic benefits will be given up for remediation of any properties they own.

**14. Segmented information**

Segmented information is presented on Schedule 2. The Town is a diversified municipality and provides a wide range of services to its citizens including police, fire, transportation and community services, including recreation and planning. The general government segment includes such functions as finance, council and administrative offices.

**15. Comparative balances**

Certain comparative balances have been reclassified to conform with the current year's financial statement presentation.

**CORPORATION OF THE TOWN OF AYLMEER  
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS  
FOR THE YEAR ENDED DECEMBER 31, 2016**

	Land	Land Improvements	Buildings	Fleet	Equipment	Linear Assets	2016 Total	2015 Total
<b>COST</b>								
Balance, beginning of year	\$ 3,136,940	\$ 4,950,444	\$ 13,266,065	\$ 2,159,969	\$ 3,350,482	\$ 54,467,541	\$ 81,331,441	\$ 79,962,393
Add:								
Additions during the year	-	44,504	-	968,077	308,340	4,511,722	5,832,643	1,539,765
Less:								
Disposals during the year	-	(7,426)	-	(257,700)	-	(937,657)	(1,202,783)	(170,717)
Balance, end of year	3,136,940	4,987,522	13,266,065	2,870,346	3,658,822	58,041,606	85,961,301	81,331,441
<b>ACCUMULATED AMORTIZATION</b>								
Balance, beginning of year	-	2,246,431	4,208,685	1,690,470	1,800,391	17,954,173	27,900,150	26,651,561
Add:								
Amortization during the year	-	138,600	280,336	120,212	116,408	802,521	1,458,077	1,400,561
Less:								
Disposals during the year	-	(3,565)	-	(257,698)	-	(435,737)	(697,000)	(151,972)
Balance, end of year	-	2,381,466	4,489,021	1,552,984	1,916,799	18,320,957	28,661,227	27,900,150
<b>NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS</b>	<b>\$ 3,136,940</b>	<b>\$ 2,606,056</b>	<b>\$ 8,777,044</b>	<b>\$ 1,317,362</b>	<b>\$ 1,742,023</b>	<b>\$ 39,720,649</b>	<b>\$ 57,300,074</b>	<b>\$ 53,431,291</b>

This schedule is provided for information purposes only.

**CORPORATION OF THE TOWN OF AYLMER  
CONSOLIDATED SCHEDULE OF SEGMENTED INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2016**

	General Government	Protective Services	Transportation	Environmental	Health	Recreation and Culture	Planning and Development	Total
<b>REVENUE</b>								
Taxation	\$ 5,158,820	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,158,820
User fees	45,967	136,311	44,382	3,195,052	-	306,246	61,061	3,789,019
Government grants	1,568,632	110,105	110,144	119,872	-	114,883	-	2,023,636
Investment income	249,407	-	-	-	-	-	-	249,407
Penalty and interest on taxes	92,489	-	-	-	-	-	-	92,489
	7,115,315	246,416	154,526	3,314,924	-	421,129	61,061	11,313,371
<b>EXPENDITURES</b>								
Salaries and benefits	792,426	2,489,666	496,843	297,867	-	517,127	13,966	4,607,895
Materials, goods and services	306,107	634,583	556,595	2,722,711	16,000	653,952	142,800	5,032,748
Amortization	14,814	149,746	396,364	696,383	-	192,827	7,943	1,458,077
	1,113,347	3,273,995	1,449,802	3,716,961	16,000	1,363,906	164,709	11,098,720
<b>EXCESS OF REVENUE OVER EXPENDITURES (EXPENDITURES OVER REVENUE) BEFORE OTHER</b>	6,001,968	(3,027,579)	(1,295,276)	(402,037)	(16,000)	(942,777)	(103,648)	214,651
<b>OTHER</b>								
Government transfers related to capital	-	-	230,486	2,358,284	-	99,868	-	2,688,638
Developer and other contributions	-	-	257,848	57,806	-	-	-	315,654
Investment in EARTH Corporation	226,235							226,235
Gain (loss) on disposal of tangible capital assets	-	5,286	(111,065)	-	-	32,650		(73,129)
Post retirement benefits	(21,700)	(65,500)	-	-	-	-	-	(87,200)
	204,535	(60,214)	377,269	2,416,090	-	132,518	-	3,070,198
<b>EXCESS OF REVENUE OVER EXPENDITURES</b>	\$ 6,206,503	\$ (3,087,793)	\$ (918,007)	\$ 2,014,053	\$ (16,000)	\$ (810,259)	\$ (103,648)	\$ 3,284,849

This schedule is provided for information purposes only.